

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$1,022,952	See below	\$3,024,093	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$1,022,952	See below	\$3,024,093	

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB1383:

- Sets definitions;
- Creates the Nebraska Tribal Community Assistance Program;
- Sets grant eligibility under the program;
- Requires the Department of Environment and Energy to award at least one grant per year, sets grant requirements;
- Sets requirements upon grantees;
- Allows for the Department of Environment and Energy to claw-back unspent funds after five years of disbursement;
- Creates the Nebraska Tribal Community Assistance Fund;
- Creates a \$10,000,000 transfer from the Intern Nebraska Cash Fund to the Nebraska Tribal Community Assistance Fund.

Cash fund effect will be a negative cash fund revenue within the Nebraska Department of Economic Development and a positive cash fund revenue within the Nebraska Department of Environment and Energy of \$10,000,000. The Department of Environment and Energy’s fiscal impact and administrative estimate appears reasonable. Concur with the Department of Economic Development that of the approximate \$21,000,000 fund balance, \$19,000,000 is under contract. State contracts contain a clause with respect to payments being subject to appropriation.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1383	AM:	AGENCY/POLT. SUB: Nebraska Department of Economic Development	
REVIEWED BY: Kimberly Burns	DATE: 02/12/2024	PHONE: (402) 471-4171	
COMMENTS: The Nebraska Department of Economic Development’s assessment of fiscal impact from LB 1383 appears reasonable.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1383	AM:	AGENCY/POLT. SUB: Department of Environment and Energy	
REVIEWED BY: Kimberly Burns	DATE: 01/25/2024	PHONE: (402) 471-4171	
COMMENTS: The Department of Environment and Energy’s estimate of fiscal impact from LB 1383 seems reasonable given the assumptions used.			

Please complete ALL (5) blanks in the first three lines.

2024

LB⁽¹⁾ 1383

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Economic Development

Prepared by: ⁽³⁾ Dave Dearthmont Date Prepared: ⁽⁴⁾ 2/6/2024 Phone: ⁽⁵⁾ 402-471-3777

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	(\$10,000,000)	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB1383 would create the Nebraska Tribal Community Assistance Program, administered by the Nebraska Department of Environment and Energy (NDEE), to issue grants to improve drinking water systems and sanitary sewer systems located on Tribal lands. The bill would also create the Nebraska Tribal Community Assistance Fund in NDEE.

LB1383 would also transfer \$10 million from the Intern Nebraska Cash Fund administered by DED to the Nebraska Tribal Community Assistance Fund.

The provisions of LB1383 would not impact DED operations and can be accomplished using current DED resources.

Note: The cash balance in the Intern Nebraska Cash Fund as of January 31 was approximately \$21.006 million, of this amount, approximately \$19 million is currently under contract.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

Please complete ALL (5) blanks in the first three lines.

2024

LB⁽¹⁾ 1383

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Department of Environment and Energy

Prepared by: ⁽³⁾ Kevin Stoner Date Prepared: ⁽⁴⁾ January 23, 2024 Phone: ⁽⁵⁾ 402 471-2186

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	
CASH FUNDS	<u>1,022,952</u>	<u>10,000,000</u>	<u>3,024,093</u>	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u><u>1,022,952</u></u>	<u><u>10,000,000</u></u>	<u><u>3,024,093</u></u>	

Explanation of Estimate:

LB 1383 transfers \$10,000,000 into the newly created Nebraska Tribal Community Assistance Fund to issue grants to improve tribal-owned community drinking water and sewer systems. Engineering and infrastructure for drinking water and sewer systems can take several years to develop and fund. Depending on the number of systems funded and the stage of development they are in, will dictate how long it takes to get the funds disbursed.

We are uncertain the agency can use administrative fees generated by the SRF program, collected in loan repayments (non-tribal), to administer the proposed tribal related activities. The agency estimates it will take 0.25 FTE per year to administer this program. We are requesting 0.25 of an Environmental Specialist II's salary, benefits, travel and operating costs.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Environmental Specialist II	<u>0.25</u>	<u>0.25</u>	<u>12,934</u>	<u>13,581</u>
Benefits.....			<u>4,236</u>	<u>4,448</u>
Operating.....			<u>5,632</u>	<u>5,914</u>
Travel.....			<u>150</u>	<u>150</u>
Capital outlay.....				
Aid.....			<u>1,000,000</u>	<u>3,000,000</u>
Capital improvements.....				
TOTAL.....			<u><u>1,022,952</u></u>	<u><u>3,024,093</u></u>